

Docket No: 10-0682
S.O.M.: 2/23/11
Deadline: 3/2/11

MEMORANDUM

TO: The Commission

FROM: Terrance Hilliard, Administrative Law Judge

DATE: February 3, 2011

SUBJECT: Illinois Commerce Commission
On Its Own Motion
-vs-
MidAmerican Energy Company

Reconciliation of revenues collected under EECR Riders with actual costs associated with energy efficiency programs.

RECOMMENDATION: Enter the attached Order.

On December 2, 2010, the Illinois Commerce Commission ("Commission") entered an Order commencing this reconciliation proceeding. The Order required MidAmerican Energy Company ("MidAmerican") to reconcile the revenues it collected under its approved tariffs based on Rider No. 2, Energy Efficiency Cost Recovery Adjustment, applicable to electric customers, and Rider No. 10, Energy Efficiency Cost Recovery Adjustment, applicable to natural gas customers (collectively referred to as "EECR Riders"), from June 1, 2008, through December 31, 2008 ("reconciliation period"), with the costs it prudently incurred with respect to energy efficiency, as defined in the EECR Riders.

Pursuant to notice given as required by law and by the rules and regulations of the Commission, the evidentiary hearing in this proceeding convened at the Commission's office in Chicago, Illinois on January 20, 2011, before a duly authorized Administrative Law Judge ("ALJ").

On June 1, 2008, MidAmerican began offering energy efficiency programs (EE Programs) in its Illinois service territory pursuant to the Commission's Order on May 21, 2008, in Docket Nos. 08-0107 and 08-0108 (Consolidated). The initial Program Year for the EE Plan was June 1, 2008 through December 31, 2008. The EE Programs covered in the 2008 reconciliation year are the eleven EE Programs approved by the Commission in Docket Nos. 08-0107 and 08-0108 (Consolidated).

MidAmerican presented evidence about its actions pursuant to the Riders and its reconciliation of revenues. It also conducted an internal audit of its program spending pursuant to the terms of the EECR Riders. MidAmerican presented evidence that the audit is in compliance with the provisions of the Commission approved Energy Efficiency Plan. In this proceeding, MidAmerican agreed to Staff's recommendations related to the annual reconciliation of revenues collected under the EECR Riders.

Staff recommends that the Commission accept the reconciliation of revenues collected under the EECR Riders with actual costs as reflected on ICC Staff Exhibit 1.0, Schedule 1.1 and ICC Staff Exhibit 1.0, Schedule 1.2.

Accordingly, I recommend entry of the attached Order with attached exhibits.

TH:fs